

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC EMPLOYEE RETIREMENT SYSTEMS**

HAMILTON COUNTY, TENNESSEE

June 30, 2008

Schedule of Funding Progress

(Dollar amounts in thousands)

Tennessee Consolidated Retirement System

Actuarial Valuation Date (frozen initial liability)	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
Political Subdivision Pension Plan (PSPP) -						
07/01/07	\$ 275,318	\$ 316,473	\$ 41,155	87.00%	\$ 88,047	46.74%
07/01/05	237,545	247,301	9,756	96.06%	84,860	11.50%
07/01/03	214,239	224,946	10,707	95.24%	84,989	12.60%

Hamilton County Administered Plans

Actuarial Valuation Date (entry age normal)	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b - a)/c)
Employees' Retirement -						
06/30/07	2,256	1,083	(1,173)	208.4%	0	N/A
06/30/05	2,380	1,249	(1,131)	190.5%	0	N/A
06/30/03	2,539	1,413	(1,126)	179.7%	0	N/A
Commissioners' Retirement -						
06/30/07	414	652	238	63.5%	192	124.2%
06/30/05	330	614	284	53.8%	166	170.5%
06/30/03	465	488	23	95.3%	0	N/A
Teachers' Retirement -						
06/30/07	95	100	5	95.2%	0	N/A
06/30/05	151	151	0	100.0%	0	N/A
06/30/03	217	233	16	93.1%	0	N/A

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
PUBLIC EMPLOYEE RETIREMENT SYSTEMS**

HAMILTON COUNTY, TENNESSEE

June 30, 2008

Schedule of Employer Contributions

Tennessee Consolidated Retirement System

Year Ended June 30	PSPP		SETHEPP	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2008	\$ 14,475,166	100.0%	\$ 16,362,516	100.0%
2007	13,421,822	100.0%	15,534,183	100.0%
2006	10,971,880	100.0%	14,453,467	100.0%
2005	10,027,369	100.0%	13,850,969	100.0%
2004	7,600,075	100.0%	11,325,694	100.0%
2003	7,437,867	100.0%	10,942,201	100.0%

Hamilton County Administered Plans

Year Ended June 30	Employees' Retirement		Commissioners' Retirement		Teachers' Retirement	
	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed
2008	\$ -	0.0%	\$ 52,431	0.0%	\$ 605	0.0%
2007	-	0.0%	49,563	151.8%	-	0.0%
2006	-	0.0%	30,454	247.1%	-	0.0%
2005	-	0.0%	27,317	219.6%	928	900.1%
2004	-	0.0%	27,317	18.6%	928	900.1%
2003	-	0.0%	1,194	0.0%	3,418	1707.6%

**SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION
OTHER POSTEMPLOYMENT BENEFITS**

HAMILTON COUNTY, TENNESSEE

June 30, 2008

Schedule of Funding Progress

(Dollar amounts in thousands)

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Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
County employees post retirement medical insurance benefits						
07/01/07	\$ -	\$ 23,226	\$ 23,226	0.00%	\$ 56,451	41.14%
Department of Education post retirement medical and dental insurance benefits						
07/01/07	\$ -	\$ 75,988	\$ 75,988	0.00%	\$ 169,692	44.78%

NOTE TO SCHEDULE OF REQUIRED SUPPLEMENTARY INFORMATION

HAMILTON COUNTY, TENNESSEE

June 30, 2008

PUBLIC EMPLOYEE RETIREMENT SYSTEMS

Actuarial Information of the County Administered Plans

The annual required contribution for each of these plans was determined using the entry age normal funding method. The actuarial value of assets was determined at market value and the unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30-year period commencing on the valuation date for the Employees' Retirement and Teachers' Retirement Plan. For the Commissioners' Retirement Plan the actuarial value of assets is being amortized as a level dollar amount for a 5 to 10-year period commencing on the valuation date. The assumption with respect to investment return was 7.5% for the Employees' Retirement Plan, 5.0% for the Teachers' Retirement Plan, and 6.0% for the Commissioners' Retirement Plan. No explicit assumptions were made with regard to inflation. Salary increases were not considered for the Employees' and Teachers' Retirements Plans because the benefits are either capped or not based on salary. The assumption with respect to salary increases was 4.0% for the Commissioners' Retirement Plan.

OTHER POSTEMPLOYMENT BENEFITS

Actuarial information of the County employees post retirement medical insurance benefits

The annual required contribution was determined using the entry age normal funding method and a discount rate of 7.5%. The actuarial value of the unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30-year period commencing on the valuation date.

Actuarial information of the Department of Education post retirement medical and dental insurance benefits

The annual required contribution was determined using the entry age normal funding method and a discount rate of 5.45%. The actuarial value of the unfunded actuarial accrued liability is being amortized as a level dollar amount over a 30-year period commencing on the valuation date.

GENERAL FUND

The General Fund accounts for all sources and uses of financial resources applicable to the general operations of county government, which are not properly accounted for in another fund. All general operating revenues which are not restricted or designated as to use are recorded in the General Fund. Revenues are derived primarily from taxes and intergovernmental revenues.

**BUDGETARY COMPARISON SCHEDULE
GENERAL FUND DETAIL**

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2008

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes:				
Property taxes	\$ 116,184,980	\$ 116,184,980	\$ 116,826,407	\$ 641,427
Local sales tax	13,865,784	13,865,784	13,361,357	(504,427)
Business taxes	4,745,000	4,745,000	4,980,398	235,398
Wholesale beer tax	700,000	700,000	715,603	15,603
Total taxes	135,495,764	135,495,764	135,883,765	388,001
Licenses and permits	1,067,500	1,067,500	797,046	(270,454)
Intergovernmental revenues:				
State of Tennessee	15,696,652	17,722,698	18,338,561	615,863
United States Government	2,462,923	3,457,039	2,105,376	(1,351,663)
Cities	1,791,355	1,864,855	1,758,046	(106,809)
Total intergovernmental revenues	19,950,930	23,044,592	22,201,983	(842,609)
Charges for services:				
Health department	11,800,283	11,800,283	10,537,893	(1,262,390)
Other	1,795,371	1,795,371	1,700,263	(95,108)
Total charges for services	13,595,654	13,595,654	12,238,156	(1,357,498)
Fines, forfeitures and penalties	1,288,301	1,288,301	1,106,095	(182,206)
Investment earnings	1,800,000	1,800,000	1,795,707	(4,293)
Miscellaneous	4,128,994	4,141,994	4,692,778	550,784
Total revenues	177,327,143	180,433,805	178,715,530	(1,718,275)

EXPENDITURES

Current:

General government:

County Clerk	1,637,417	1,637,417	1,635,968	1,449
Register	549,061	549,061	499,979	49,082
County Trustee	377,406	377,406	342,635	34,771
Assessor of Property	3,242,855	3,242,855	3,316,611	(73,756)
District Attorney General	1,009,220	1,009,220	814,454	194,766
Election Commission	1,569,366	1,807,139	1,498,345	308,794
Board of Equalization	2,000	2,000	340	1,660
Soil Conservation	103,228	103,228	109,374	(6,146)
Agricultural Department	216,910	221,785	204,785	17,000
County-City Planning Commission	920,195	920,195	920,195	-

(continued)

BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
General government--(continued):				
Regional Council of				
Government & SETTDD	\$ 61,579	\$ 66,579	\$ 66,579	\$ -
CARTA	100,200	100,200	100,200	-
Economic Development	560,000	560,000	560,000	-
Representative-General Assembly	10,500	10,500	9,783	717
Utilities	1,754,366	1,754,366	1,652,767	101,599
County Board of Commissioners	643,921	673,331	609,632	63,699
County Mayor	625,601	625,601	606,696	18,905
County Auditor	2,362,900	2,362,900	2,319,639	43,261
Chief of Staff	357,904	357,904	354,223	3,681
Chief Reading Officer	208,536	208,536	215,173	(6,637)
County Attorney	805,066	805,066	700,363	104,703
Emp Assistance Program	22,300	22,300	21,595	705
Human Resources	694,401	694,401	660,410	33,991
Insurance	165,000	165,000	120,096	44,904
Employee Benefits	2,118,559	2,118,559	1,725,852	392,707
Trustee's Commission	2,574,877	2,574,877	2,717,043	(142,166)
External Audits	245,000	245,000	220,772	24,228
TSCA Dues	9,937	9,937	9,937	-
NACO Dues	6,599	6,599	6,419	180
Equal Employment Opportunity	55,000	55,000	50,381	4,619
Finance Administrator	233,095	233,095	231,250	1,845
Accounting	1,868,331	1,868,331	1,769,516	98,815
Financial Management	389,905	389,905	394,036	(4,131)
Information Technology Services	2,915,544	2,915,544	2,840,829	74,715
Purchasing	391,366	391,366	380,642	10,724
Geographic Information System	609,018	657,518	716,814	(59,296)
Custodial Services	1,437,132	1,437,132	1,419,775	17,357
Real Property	357,769	357,769	311,829	45,940
Recycling	190,465	208,243	167,428	40,815
Human Services Administrator	200,118	200,118	199,696	422
Development Services	454,039	1,754,570	1,294,906	459,664
Maintenance	2,537,003	2,537,003	2,522,844	14,159
Railroad Authority	119,045	119,045	122,594	(3,549)
Telecommunications supplies	-	-	234,848	(234,848)
Summer Youth Development	-	199,859	113,712	86,147
Total general government	<u>34,712,734</u>	<u>36,556,460</u>	<u>34,790,965</u>	<u>1,765,495</u>

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BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Public safety:				
Medical Examiner	\$ 893,593	\$ 893,593	\$ 967,883	\$ (74,290)
Criminal Court Clerk	1,242,646	1,259,711	1,162,800	96,911
Public Defender	476,225	476,225	425,887	50,338
General Sessions Court	1,152,785	1,152,785	1,156,818	(4,033)
Juries	200,000	200,000	209,678	(9,678)
Court Judges	446,392	446,392	443,347	3,045
Judicial Commission Magistrates	235,693	235,693	333,623	(97,930)
Juvenile Crime Prosecution	38,236	38,236	29,135	9,101
Forest Fire Prevention	4,000	4,000	4,000	-
Juvenile Court	6,761,130	6,761,130	6,344,345	416,785
Humane Education Society	299,434	365,255	365,255	-
Certified Cost Reimbursement	905,600	905,600	811,813	93,787
Building Inspection	927,264	927,264	870,587	56,677
Emergency Services	2,392,949	4,219,797	2,692,101	1,527,696
Community Corrections Program	14,644,552	14,689,552	13,235,720	1,453,832
Litter Grant	441,957	441,957	462,367	(20,410)
911 Emergency Communications	-	-	215,551	(215,551)
Community Gun Violence Grant	-	-	454	(454)
Security Services	735,232	735,232	736,031	(799)
Volunteer Emergency Services	168,349	168,349	171,761	(3,412)
Ambulance Services	7,769,024	7,769,024	8,226,422	(457,398)
Total public safety	39,735,061	41,689,795	38,865,578	2,824,217
Highways and streets:				
Public Works Administrator	207,454	207,454	203,020	4,434
Engineering Services	3,582,363	3,582,363	3,168,460	413,903
Highway	9,190,722	9,190,722	8,684,356	506,366
Total highways and streets	12,980,539	12,980,539	12,055,836	924,703
Health:				
Air Pollution Control	188,548	188,548	188,548	-
Baroness Erlanger Hospital	3,000,000	3,000,000	3,000,000	-
Health Department	19,656,752	19,779,072	18,243,048	1,536,024
Total health	22,845,300	22,967,620	21,431,596	1,536,024

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BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES--(continued):				
Current--(continued):				
Social services:				
Clerk and Master	\$ 724,450	\$ 724,450	\$ 701,971	\$ 22,479
Circuit Court Clerk	1,055,667	1,055,667	1,037,940	17,727
Title XX	460,951	460,951	460,950	1
Alexian Senior Neighbors	10,000	10,000	10,000	-
Urban League	50,000	50,000	48,305	1,695
Emergency Support Programs	222,739	222,739	220,571	2,168
Chattanooga Endeavors	17,000	17,000	14,278	2,722
Chattanooga Homeless Coalition	13,500	13,500	13,500	-
Children's Services	<u>3,376,916</u>	<u>3,416,670</u>	<u>2,855,967</u>	<u>560,703</u>
Total social services	<u>5,931,223</u>	<u>5,970,977</u>	<u>5,363,482</u>	<u>607,495</u>
Culture and recreation:				
Bethlehem Sports Academy	15,000	15,000	15,000	-
Public Library	2,487,660	2,487,660	2,487,660	-
City Beautiful Commission	22,888	22,888	22,888	-
Allied Arts	150,000	150,000	150,000	-
Friends of Moccasin Bend	-	30,000	30,000	-
WTCI Public Television	30,000	30,000	30,000	-
Regional History Museum	28,000	28,000	28,000	-
Bessie Smith Museum	57,019	57,019	42,764	14,255
Heritage Hall	64,000	64,000	64,000	-
Parks and Recreation Department	<u>6,517,064</u>	<u>6,517,064</u>	<u>6,071,894</u>	<u>445,170</u>
Total culture and recreation	<u>9,371,631</u>	<u>9,401,631</u>	<u>8,942,206</u>	<u>459,425</u>
Capital outlay	<u>4,153,591</u>	<u>4,448,257</u>	<u>3,043,626</u>	<u>1,404,631</u>
Total budgetary expenditures	<u>129,730,079</u>	<u>134,015,279</u>	<u>124,493,289</u>	<u>9,521,990</u>
Excess of revenues over expenditures	<u>47,597,064</u>	<u>46,418,526</u>	<u>54,222,241</u>	<u>7,803,715</u>

(continued)

BUDGETARY COMPARISON SCHEDULE--(continued)
GENERAL FUND DETAIL

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
OTHER FINANCING SOURCES (USES)				
Transfers in	\$ 9,334,389	\$ 9,334,389	\$ 10,032,004	\$ 697,615
Transfers out	<u>(50,163,383)</u>	<u>(50,166,968)</u>	<u>(45,641,895)</u>	<u>4,525,073</u>
Total other financing sources (uses)	<u>(40,828,994)</u>	<u>(40,832,579)</u>	<u>(35,609,891)</u>	<u>5,222,688</u>
Net change in fund balance	6,768,070	5,585,947	18,612,350	13,026,403
Fund balance allocation	<u>(6,768,070)</u>	<u>(5,585,947)</u>	<u>-</u>	<u>5,585,947</u>
	<u>\$ -</u>	<u>\$ -</u>	18,612,350	<u>\$ 18,612,350</u>
Add encumbrances at end of year			691,940	
Less encumbrances at beginning of year			<u>(536,620)</u>	
Net change in fund balance--(GAAP Modified Accrual Basis)			18,767,670	
Fund balance at beginning of year--(GAAP Modified Accrual Basis)			<u>58,334,162</u>	
Fund balance at end of year--(GAAP Modified Accrual Basis)			<u>\$ 77,101,832</u>	

EXPLANATION OF DIFFERENCES:

REVENUES

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 178,715,530
Ambulance services bad debt	3,729,342
Ambulance services contractual allowance	<u>8,122,060</u>
Total revenues as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 190,566,932</u>

EXPENDITURES

Actual amounts (budgetary basis) from the budgetary comparison schedule	\$ 124,493,289
Adjustment for encumbrances	(155,320)
Ambulance services bad debt	3,729,342
Ambulance services contractual allowance	<u>8,122,060</u>
Total expenditures as reported on the statement of revenues, expenditures, and changes in fund balances - governmental funds	<u>\$ 136,189,371</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

These are operating funds which are restricted as to use by the federal or state governments and special purpose funds established by the County Board of Commissioners.

Constitutional Officers Funds account for revenues and expenditures associated with the administrative function of the Constitutional Officers.

Governmental Law Library Fund accounts for revenues and expenditures associated with maintaining a law library for attorneys practicing in state and county courts.

Hotel/Motel Fund accounts for revenues and expenditures associated with the County's Hotel/Motel room tax.

Statewide Meth Grant accounts for the revenues and expenditures associated with methamphetamine task forces in local law enforcement agencies throughout the State of Tennessee.

Recovery Court accounts for revenues and expenditures of this alternative sentencing program that provides substance abuse treatment to nonviolent drug offenders rather than incarceration.

Children's Services Fund accounts for money received for the benefit of the children of Hamilton County.

Economic Crimes Fund accounts for revenues and expenditures of the bad check restitution program established by the Tennessee Legislature.

**COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

**HAMILTON COUNTY, TENNESSEE
June 30, 2008**

	Special Revenue Funds		
	Constitutional Officers	Governmental Law Library	Hotel/ Motel
ASSETS			
Cash	\$ 3,964,076	\$ 483	\$ 501
Investments	428,188	78,402	776,602
Receivables:			
Accounts	55,249	1,064	419,965
Intergovernmental	541,572	-	-
Due from other funds	<u>113,576</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 5,102,661</u>	<u>\$ 79,949</u>	<u>\$ 1,197,068</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Accrued items and other payables	687,366	-	356,535
Due to other funds	<u>641</u>	<u>-</u>	<u>840,533</u>
Total liabilities	<u>688,007</u>	<u>-</u>	<u>1,197,068</u>
Fund Balances (Deficit):			
Reserved for restricted activities	1,211,794	-	-
Reserved for litigants and beneficiaries	-	-	-
Unreserved:			
Undesignated	<u>3,202,860</u>	<u>79,949</u>	<u>-</u>
Total fund balances	<u>4,414,654</u>	<u>79,949</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 5,102,661</u>	<u>\$ 79,949</u>	<u>\$ 1,197,068</u>

<u>Statewide Meth Grant</u>	<u>Recovery Court</u>	<u>Children's Services</u>	<u>Economic Crimes</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ 415	\$ 484	\$ 3,965,959
-	-	1,618,005	70,094	2,971,291
11,701	124,121	-	-	612,100
524,768	-	-	-	1,066,340
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>113,576</u>
<u>\$ 536,469</u>	<u>\$ 124,121</u>	<u>\$ 1,618,420</u>	<u>\$ 70,578</u>	<u>\$ 8,729,266</u>
\$ 204,958	\$ 110,497	\$ -	\$ -	\$ 315,455
320,209	-	-	-	1,364,110
<u>11,002</u>	<u>13,624</u>	<u>410,737</u>	<u>-</u>	<u>1,276,537</u>
<u>536,169</u>	<u>124,121</u>	<u>410,737</u>	<u>-</u>	<u>2,956,102</u>
300	-	-	70,578	1,282,672
-	-	1,207,683	-	1,207,683
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,282,809</u>
<u>300</u>	<u>-</u>	<u>1,207,683</u>	<u>70,578</u>	<u>5,773,164</u>
<u>\$ 536,469</u>	<u>\$ 124,121</u>	<u>\$ 1,618,420</u>	<u>\$ 70,578</u>	<u>\$ 8,729,266</u>

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS**

**HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008**

	Special Revenue Funds		
	Constitutional Officers	Governmental Law Library	Hotel/ Motel
REVENUES			
Taxes	\$ -	\$ 16,862	\$ 4,492,971
Intergovernmental	-	-	-
Charges for services	19,319,270	-	-
Fines, forfeitures and penalties	56,842	-	-
Investment earnings	287,106	2,979	4,233
Miscellaneous	250,394	-	-
Total revenues	19,913,612	19,841	4,497,204
EXPENDITURES			
Current:			
General government	4,580,242	-	4,174,061
Public safety:			
Criminal Court	2,501,826	-	-
Juvenile Court	2,058,466	-	-
Other	-	6,418	-
Social services	3,342,537	-	-
Capital outlay	-	-	-
Total expenditures	12,483,071	6,418	4,174,061
Excess (deficiency) of revenues over (under) expenditures	7,430,541	13,423	323,143
OTHER FINANCING SOURCES (USES)			
Transfers in	1,461,632	-	-
Transfers out	(9,322,642)	-	(323,143)
Total other financing sources (uses)	(7,861,010)	-	(323,143)
Net change in fund balances	(430,469)	13,423	-
Fund balances at beginning of year	4,845,123	66,526	-
Fund balances at end of year	\$ 4,414,654	\$ 79,949	\$ -

<u>Statewide Meth Grant</u>	<u>Recovery Court</u>	<u>Children's Services</u>	<u>Economic Crimes</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ 4,509,833
3,145,302	374,781	-	-	3,520,083
-	-	-	-	19,319,270
-	19,554	-	39,456	115,852
-	-	370,007	2,409	666,734
<u>11,701</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>262,095</u>
<u>3,157,003</u>	<u>394,335</u>	<u>370,007</u>	<u>41,865</u>	<u>28,393,867</u>
-	-	-	-	8,754,303
-	-	-	-	2,501,826
-	-	-	-	2,058,466
3,157,003	417,170	-	-	3,580,591
-	-	729	24,258	3,367,524
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,960</u>	<u>1,960</u>
<u>3,157,003</u>	<u>417,170</u>	<u>729</u>	<u>26,218</u>	<u>20,264,670</u>
<u>-</u>	<u>(22,835)</u>	<u>369,278</u>	<u>15,647</u>	<u>8,129,197</u>
-	-	-	-	1,461,632
<u>-</u>	<u>(13,624)</u>	<u>(410,737)</u>	<u>-</u>	<u>(10,070,146)</u>
<u>-</u>	<u>(13,624)</u>	<u>(410,737)</u>	<u>-</u>	<u>(8,608,514)</u>
-	(36,459)	(41,459)	15,647	(479,317)
<u>300</u>	<u>36,459</u>	<u>1,249,142</u>	<u>54,931</u>	<u>6,252,481</u>
<u>\$ 300</u>	<u>\$ -</u>	<u>\$ 1,207,683</u>	<u>\$ 70,578</u>	<u>\$ 5,773,164</u>

**COMBINING BALANCE SHEET
CONSTITUTIONAL OFFICERS NONMAJOR GOVERNMENTAL FUNDS**

HAMILTON COUNTY, TENNESSEE

June 30, 2008

	Circuit Court Clerk	Clerk and Master	County Clerk
ASSETS			
Cash and cash equivalents	\$ 605,797	\$ 821,224	\$ 346,642
Investments	-	-	-
Receivables:			
Accounts	-	-	-
Intergovernmental	-	-	-
Due from other funds	-	-	15,035
	<u>-</u>	<u>-</u>	<u>15,035</u>
Total assets	<u>\$ 605,797</u>	<u>\$ 821,224</u>	<u>\$ 361,677</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accrued items and other payables	\$ 43,667	\$ 28,829	\$ 118,895
Due to other funds	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>43,667</u>	<u>28,829</u>	<u>118,895</u>
Fund Balances:			
Reserved for restricted activities	-	-	1,848
Unreserved:			
Undesignated	<u>562,130</u>	<u>792,395</u>	<u>240,934</u>
Total fund balances	<u>562,130</u>	<u>792,395</u>	<u>242,782</u>
Total liabilities and fund balances	<u>\$ 605,797</u>	<u>\$ 821,224</u>	<u>\$ 361,677</u>

<u>Criminal Court Clerk</u>	<u>Juvenile Court Clerk</u>	<u>Register</u>	<u>Trustee</u>	<u>Total Constitutional Officers</u>
\$ 1,725,716	\$ -	\$ 348,122	\$ 116,575	\$ 3,964,076
-	428,188	-	-	428,188
51,596	3,653	-	-	55,249
268,300	41,972	-	231,300	541,572
<u>98,541</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>113,576</u>
<u>\$ 2,144,153</u>	<u>\$ 473,813</u>	<u>\$ 348,122</u>	<u>\$ 347,875</u>	<u>\$ 5,102,661</u>
\$ 370,112	\$ 87,213	\$ 19,649	\$ 19,001	\$ 687,366
<u>641</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>641</u>
<u>370,753</u>	<u>87,213</u>	<u>19,649</u>	<u>19,001</u>	<u>688,007</u>
1,209,946	-	-	-	1,211,794
<u>563,454</u>	<u>386,600</u>	<u>328,473</u>	<u>328,874</u>	<u>3,202,860</u>
<u>1,773,400</u>	<u>386,600</u>	<u>328,473</u>	<u>328,874</u>	<u>4,414,654</u>
<u>\$ 2,144,153</u>	<u>\$ 473,813</u>	<u>\$ 348,122</u>	<u>\$ 347,875</u>	<u>\$ 5,102,661</u>

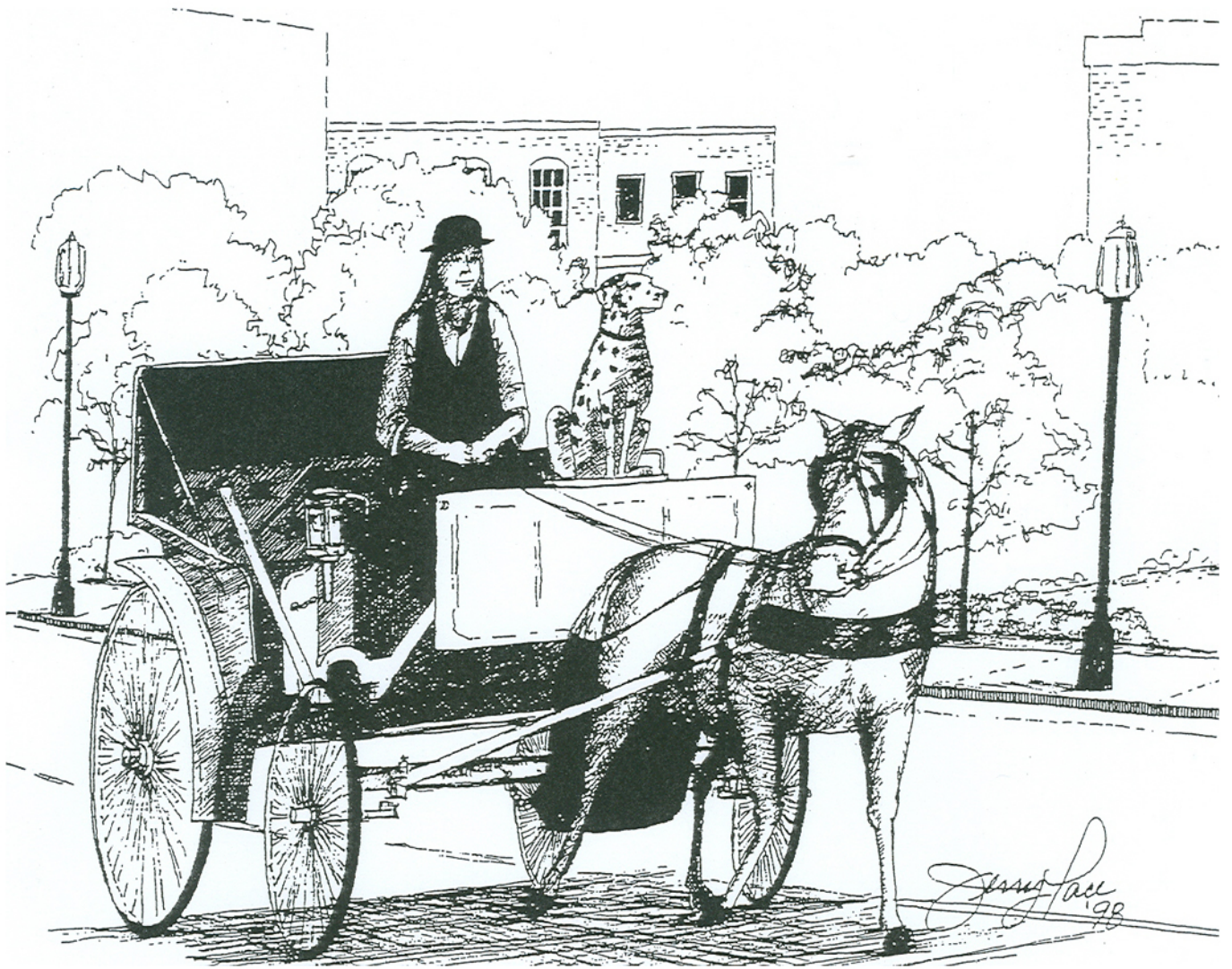
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
CONSTITUTIONAL OFFICERS NONMAJOR GOVERNMENTAL FUNDS**

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2008

	Circuit Court Clerk	Clerk and Master	County Clerk
	<u> </u>	<u> </u>	<u> </u>
REVENUES			
Charges for services	\$ 1,984,810	\$ 2,349,633	\$ 3,090,502
Fines, forfeitures and penalties	-	-	-
Investment earnings	23,403	51,689	60,997
Miscellaneous	<u>-</u>	<u>-</u>	<u>246,789</u>
Total revenues	<u>2,008,213</u>	<u>2,401,322</u>	<u>3,398,288</u>
EXPENDITURES			
Current:			
General government	-	-	3,051,198
Public safety:			
Criminal Court	-	-	-
Juvenile Court	-	-	-
Social services	<u>1,899,670</u>	<u>1,442,867</u>	<u>-</u>
Total expenditures	<u>1,899,670</u>	<u>1,442,867</u>	<u>3,051,198</u>
Excess (deficiency) of revenues over (under) expenditures	<u>108,543</u>	<u>958,455</u>	<u>347,090</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	-
Transfers out	<u>(105,390)</u>	<u>(1,071,640)</u>	<u>(553,000)</u>
Total other financing sources (uses)	<u>(105,390)</u>	<u>(1,071,640)</u>	<u>(553,000)</u>
Net change in fund balances	3,153	(113,185)	(205,910)
Fund balances at beginning of year	<u>558,977</u>	<u>905,580</u>	<u>448,692</u>
Fund balances at end of year	<u>\$ 562,130</u>	<u>\$ 792,395</u>	<u>\$ 242,782</u>

Criminal Court Clerk	Juvenile Court Clerk	Register	Trustee	Total Constitutional Officers
\$ 2,616,360	\$ 492,787	\$ 2,366,660	\$ 6,418,518	\$ 19,319,270
-	56,842	-	-	56,842
51,770	18,576	22,119	58,552	287,106
-	3,605	-	-	250,394
<u>2,668,130</u>	<u>571,810</u>	<u>2,388,779</u>	<u>6,477,070</u>	<u>19,913,612</u>
-	-	675,509	853,535	4,580,242
2,501,826	-	-	-	2,501,826
-	2,058,466	-	-	2,058,466
-	-	-	-	3,342,537
<u>2,501,826</u>	<u>2,058,466</u>	<u>675,509</u>	<u>853,535</u>	<u>12,483,071</u>
<u>166,304</u>	<u>(1,486,656)</u>	<u>1,713,270</u>	<u>5,623,535</u>	<u>7,430,541</u>
-	1,461,632	-	-	1,461,632
-	-	(1,855,923)	(5,736,689)	(9,322,642)
-	<u>1,461,632</u>	<u>(1,855,923)</u>	<u>(5,736,689)</u>	<u>(7,861,010)</u>
166,304	(25,024)	(142,653)	(113,154)	(430,469)
<u>1,607,096</u>	<u>411,624</u>	<u>471,126</u>	<u>442,028</u>	<u>4,845,123</u>
<u>\$ 1,773,400</u>	<u>\$ 386,600</u>	<u>\$ 328,473</u>	<u>\$ 328,874</u>	<u>\$ 4,414,654</u>



FIDUCIARY FUNDS

AGENCY FUNDS

These funds are used to account for assets held by the County in a custodial capacity as an agent on behalf of individuals and other government entities.

Constitutional Officers Funds account for various deposits, bail bonds and performance bonds held by the Constitutional Officers.

**COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
CONSTITUTIONAL OFFICERS AGENCY FUNDS**

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
CIRCUIT COURT CLERK				
Cash	\$ 1,553,668	\$ 7,117,507	\$ 7,634,142	\$ 1,037,033
Certificates of deposit	<u>3,315,931</u>	<u>1,141,657</u>	<u>933,895</u>	<u>3,523,693</u>
Total assets	<u>\$ 4,869,599</u>	<u>\$ 8,259,164</u>	<u>\$ 8,568,037</u>	<u>\$ 4,560,726</u>
Accrued items and other	\$ 4,841,003	\$ 7,891,808	\$ 8,200,738	\$ 4,532,073
Intergovernmental payables	<u>28,596</u>	<u>367,356</u>	<u>367,299</u>	<u>28,653</u>
Total liabilities	<u>\$ 4,869,599</u>	<u>\$ 8,259,164</u>	<u>\$ 8,568,037</u>	<u>\$ 4,560,726</u>
CLERK AND MASTER				
Cash	\$ 2,769,749	\$ 11,185,027	\$ 12,205,642	\$ 1,749,134
Certificates of deposit	<u>5,027,911</u>	<u>4,208,487</u>	<u>2,109,847</u>	<u>7,126,551</u>
Total assets	<u>\$ 7,797,660</u>	<u>\$ 15,393,514</u>	<u>\$ 14,315,489</u>	<u>\$ 8,875,685</u>
Accrued items and other	\$ 7,577,349	\$ 11,435,310	\$ 10,361,583	\$ 8,651,076
Intergovernmental payables	<u>220,311</u>	<u>3,958,204</u>	<u>3,953,906</u>	<u>224,609</u>
Total liabilities	<u>\$ 7,797,660</u>	<u>\$ 15,393,514</u>	<u>\$ 14,315,489</u>	<u>\$ 8,875,685</u>
COUNTY CLERK				
Cash	\$ 4,188,455	\$ 30,481,865	\$ 31,766,671	\$ 2,903,649
Accounts receivable	<u>1,375</u>	<u>53,393</u>	<u>38,595</u>	<u>16,173</u>
Total assets	<u>\$ 4,189,830</u>	<u>\$ 30,535,258</u>	<u>\$ 31,805,266</u>	<u>\$ 2,919,822</u>
Accrued items and other	\$ 103,660	\$ 832,626	\$ 827,401	\$ 108,885
Intergovernmental payables	<u>4,086,170</u>	<u>29,702,632</u>	<u>30,977,865</u>	<u>2,810,937</u>
Total liabilities	<u>\$ 4,189,830</u>	<u>\$ 30,535,258</u>	<u>\$ 31,805,266</u>	<u>\$ 2,919,822</u>

(continued)

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES--(continued)
CONSTITUTIONAL OFFICERS AGENCY FUNDS

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2008

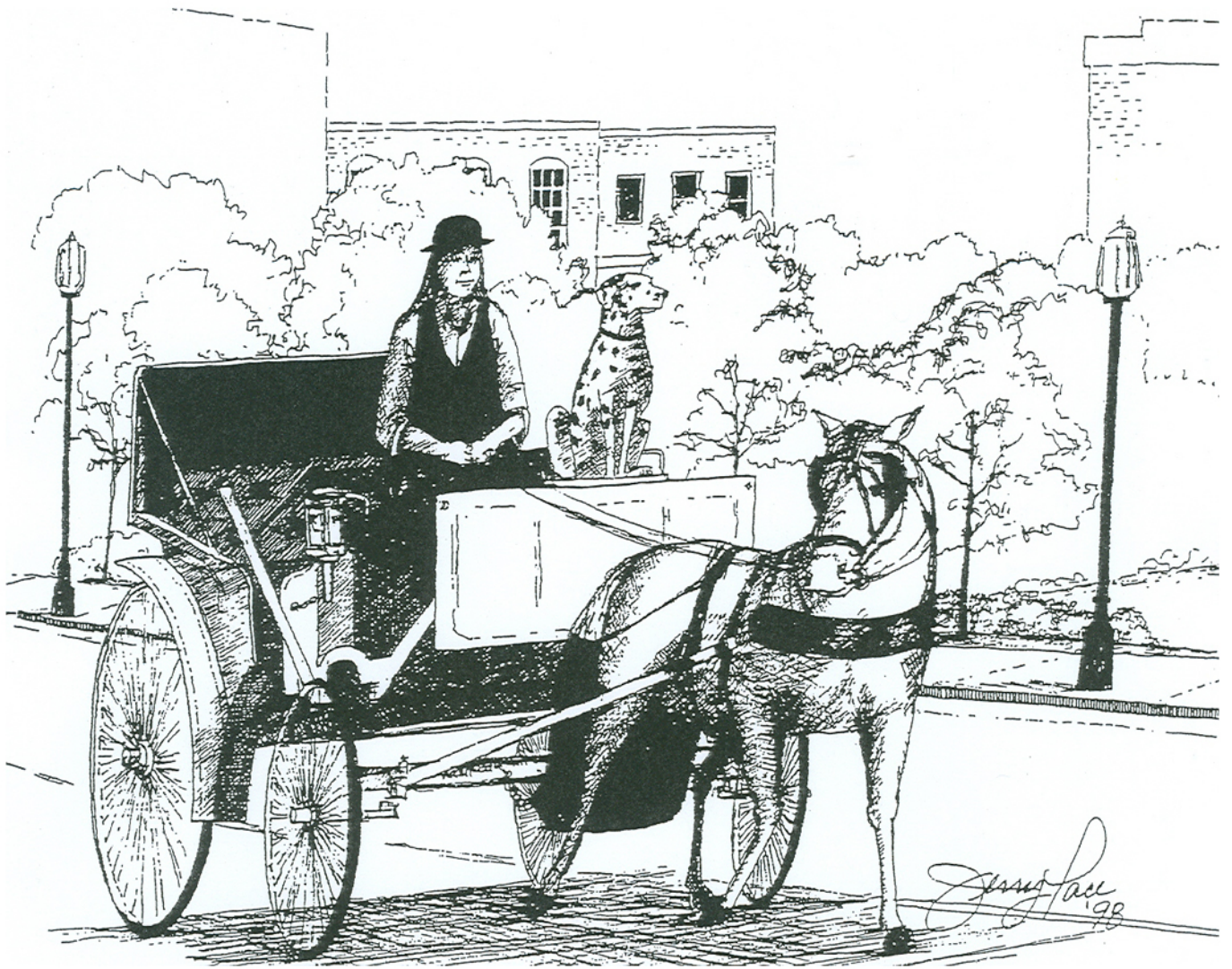
	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
CRIMINAL COURT CLERK				
Cash	\$ 2,400	\$ 4,374,808	\$ 4,172,431	\$ 204,777
Investments	30,528	-	30,528	-
Accounts receivable	<u>93,222</u>	<u>-</u>	<u>13,496</u>	<u>79,726</u>
Total assets	<u>\$ 126,150</u>	<u>\$ 4,374,808</u>	<u>\$ 4,216,455</u>	<u>\$ 284,503</u>
Accrued items and other	\$ 126,150	\$ 896,632	\$ 738,279	\$ 284,503
Intergovernmental payables	<u>-</u>	<u>3,478,176</u>	<u>3,478,176</u>	<u>-</u>
Total liabilities	<u>\$ 126,150</u>	<u>\$ 4,374,808</u>	<u>\$ 4,216,455</u>	<u>\$ 284,503</u>
JUVENILE COURT CLERK				
Cash	\$ 12,003	\$ 434,447	\$ 440,194	\$ 6,256
Investments	23,985	25	-	24,010
Certificates of deposit	<u>791,572</u>	<u>177,560</u>	<u>70,327</u>	<u>898,805</u>
Total assets	<u>\$ 827,560</u>	<u>\$ 612,032</u>	<u>\$ 510,521</u>	<u>\$ 929,071</u>
Accrued items and other	<u>\$ 827,560</u>	<u>\$ 612,032</u>	<u>\$ 510,521</u>	<u>\$ 929,071</u>
Total liabilities	<u>\$ 827,560</u>	<u>\$ 612,032</u>	<u>\$ 510,521</u>	<u>\$ 929,071</u>
REGISTER				
Cash	\$ 1,144,336	\$ 9,972,265	\$ 10,396,777	\$ 719,824
Accounts receivable	<u>3,090</u>	<u>29,860</u>	<u>29,013</u>	<u>3,937</u>
Total assets	<u>\$ 1,147,426</u>	<u>\$ 10,002,125</u>	<u>\$ 10,425,790</u>	<u>\$ 723,761</u>
Intergovernmental payables	<u>\$ 1,147,426</u>	<u>\$ 10,002,125</u>	<u>\$ 10,425,790</u>	<u>\$ 723,761</u>
Total liabilities	<u>\$ 1,147,426</u>	<u>\$ 10,002,125</u>	<u>\$ 10,425,790</u>	<u>\$ 723,761</u>

(continued)

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES--(continued)
CONSTITUTIONAL OFFICERS AGENCY FUNDS

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Balance July 1, 2007	Additions	Deductions	Balance June 30, 2008
SHERIFF				
Cash	\$ 12,485	\$ 1,296,050	\$ 1,294,347	\$ 14,188
Investments	<u>146,650</u>	<u>68,772</u>	<u>-</u>	<u>215,422</u>
Total assets	<u>\$ 159,135</u>	<u>\$ 1,364,822</u>	<u>\$ 1,294,347</u>	<u>\$ 229,610</u>
Accrued items and other	<u>\$ 159,135</u>	<u>\$ 1,364,822</u>	<u>\$ 1,294,347</u>	<u>\$ 229,610</u>
Total liabilities	<u>\$ 159,135</u>	<u>\$ 1,364,822</u>	<u>\$ 1,294,347</u>	<u>\$ 229,610</u>
TRUSTEE				
Cash	<u>\$ 573,751</u>	<u>\$ 16,749,237</u>	<u>\$ 16,624,502</u>	<u>\$ 698,486</u>
Total assets	<u><u>\$ 573,751</u></u>	<u><u>\$ 16,749,237</u></u>	<u><u>\$ 16,624,502</u></u>	<u><u>\$ 698,486</u></u>
Intergovernmental payables	<u>\$ 573,751</u>	<u>\$ 16,749,237</u>	<u>\$ 16,624,502</u>	<u>\$ 698,486</u>
Total liabilities	<u><u>\$ 573,751</u></u>	<u><u>\$ 16,749,237</u></u>	<u><u>\$ 16,624,502</u></u>	<u><u>\$ 698,486</u></u>
TOTAL CONSTITUTIONAL OFFICERS AGENCY FUNDS				
Cash	\$ 10,256,847	\$ 81,611,206	\$ 84,534,706	\$ 7,333,347
Certificates of deposit	9,135,414	5,527,704	3,114,069	11,549,049
Investments	201,163	68,797	30,528	239,432
Accounts receivable	<u>97,687</u>	<u>83,253</u>	<u>81,104</u>	<u>99,836</u>
Total assets	<u>\$ 19,691,111</u>	<u>\$ 87,290,960</u>	<u>\$ 87,760,407</u>	<u>\$ 19,221,664</u>
Accrued items and other	\$ 13,634,857	\$ 23,033,230	\$ 21,932,869	\$ 14,735,218
Intergovernmental payables	<u>6,056,254</u>	<u>64,257,730</u>	<u>65,827,538</u>	<u>4,486,446</u>
Total liabilities	<u><u>\$ 19,691,111</u></u>	<u><u>\$ 87,290,960</u></u>	<u><u>\$ 87,760,407</u></u>	<u><u>\$ 19,221,664</u></u>



BUDGETARY COMPARISON SCHEDULE
CONSTITUTIONAL OFFICERS NONMAJOR GOVERNMENTAL FUND

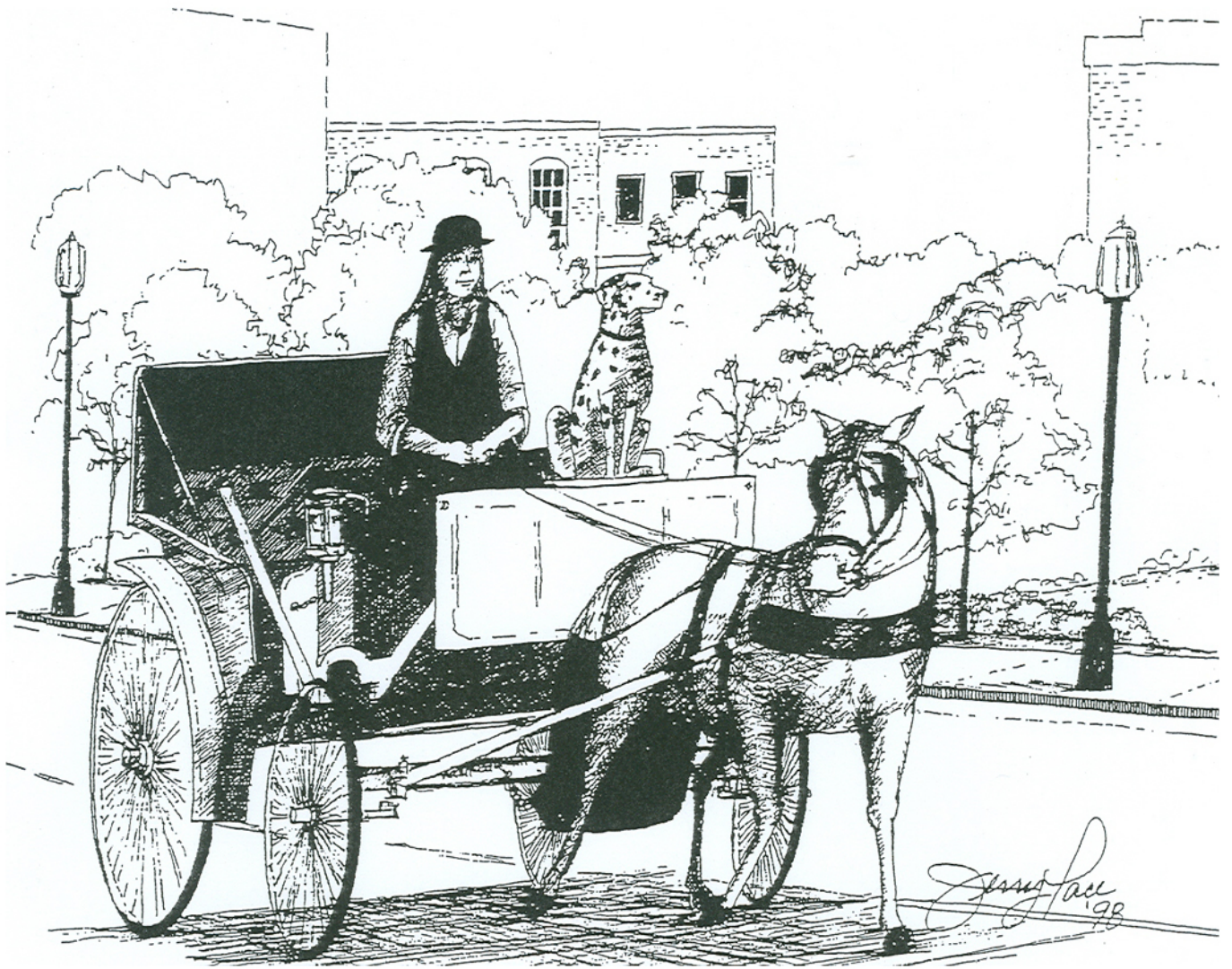
HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Juvenile Court Clerk			Variance with
	Budgeted Amounts		Actual (Non-GAAP Basis)	Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Charges for current services	\$ 603,000	\$ 603,000	\$ 492,787	\$ (110,213)
Fines, forfeitures and penalties	46,000	46,000	56,842	10,842
Investment earnings	-	-	18,576	18,576
Miscellaneous	4,408	4,408	3,605	(803)
Total revenues	653,408	653,408	571,810	(81,598)
EXPENDITURES				
Current:				
Public safety:				
Juvenile Court	1,267,103	1,267,103	1,241,063	26,040
Social Services:				
Child support	847,937	847,937	817,403	30,534
Total budgetary expenditures	2,115,040	2,115,040	2,058,466	56,574
Excess (deficiency) of revenues over (under) budgetary expenditures	(1,461,632)	(1,461,632)	(1,486,656)	(25,024)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,461,632	1,461,632	1,461,632	-
Net change in fund balance	-	-	(25,024)	(25,024)
Fund balance allocation	-	-	-	-
	\$ -	\$ -	(25,024)	\$ (25,024)
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			411,624	
Fund balances at end of year--(GAAP Modified Accrual Basis)			\$ 386,600	

BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Budgeted Amounts		Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Intergovernmental	\$ 827,367	\$ 827,367	\$ 827,367	\$ -
Charges for current services	450,000	450,000	504,247	54,247
Investment earnings	<u>12,000</u>	<u>12,000</u>	<u>54,339</u>	<u>42,339</u>
Total revenues	<u>1,289,367</u>	<u>1,289,367</u>	<u>1,385,953</u>	<u>96,586</u>
EXPENDITURES				
Debt Service:				
Principal retirement	18,424,736	18,424,736	18,674,736	(250,000)
Interest and fiscal charges	<u>8,779,931</u>	<u>8,779,931</u>	<u>5,369,261</u>	<u>3,410,670</u>
Total budgetary expenditures	<u>27,204,667</u>	<u>27,204,667</u>	<u>24,043,997</u>	<u>3,160,670</u>
Excess (deficiency) of revenues over (under) budgetary expenditures	<u>(25,915,300)</u>	<u>(25,915,300)</u>	<u>(22,658,044)</u>	<u>3,257,256</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	26,200,300	26,200,300	21,678,711	4,521,589
Transfers out	<u>(285,000)</u>	<u>(285,000)</u>	<u>(285,000)</u>	<u>-</u>
Total other financing sources (uses)	<u>25,915,300</u>	<u>25,915,300</u>	<u>21,393,711</u>	<u>4,521,589</u>
Net change in fund balance	-	-	(1,264,333)	(1,264,333)
Fund balance allocation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ -</u>	<u>\$ -</u>	<u>(1,264,333)</u>	<u>\$ (1,264,333)</u>
Excess of nonbudgeted revenues over nonbudgeted expenditures			<u>(148,339)</u>	
Net change in fund balance--(GAAP Modified Accrual Basis)			(1,412,672)	
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			<u>1,653,012</u>	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 240,340</u>	



DISCRETELY PRESENTED COMPONENT UNIT HAMILTON COUNTY BOARD OF EDUCATION

Discretely presented component units are entities that are legally separate from the County, but the County is considered to be financially accountable for these entities. The Hamilton County Board of Education provides public education for grades Kindergarten through twelve.

GOVERNMENTAL FUND TYPES

General Purpose School Fund accounts for the operations of the school system, including instructional programs, administration, transportation, and other educational expenditures for the individual schools.

Centralized Cafeteria Fund accounts for the food service operations at the schools.

School Activity Fund accounts for extra curricular activities of the student bodies of the schools. The school principals and activity sponsors direct these activities.

Education Capital Projects Fund accounts for resources designated for major improvements to capital assets in the school system.

PROPRIETARY FUND TYPES

Hamilton County Board of Education Internal Service Fund accounts for the Hamilton County Board of Education self-insurance programs. The Board of Education is self-insured for on-the-job injury claims, non-tort liability claims, unemployment compensation, health insurance, and the dental reimbursement program.

**COMBINING BALANCE SHEET
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS**

HAMILTON COUNTY, TENNESSEE

June 30, 2008

	General Purpose School	Centralized Cafeteria	School Activity	Education Capital Projects	Total Board of Education Governmental Funds
ASSETS					
Cash	\$ 47,213,295	\$ 3,316,317	\$ 5,308,473	\$ 1,052,496	\$ 56,890,581
Certificates of deposit	-	-	317,019	-	317,019
Investments	395,112	305,890	-	824,654	1,525,656
Receivables (net of allowances for uncollectibles):					
Property taxes	116,378,357	-	-	-	116,378,357
Accounts	763,091	-	65,481	-	828,572
Intergovernmental	14,812,070	790,353	-	-	15,602,423
Due from other BOE funds	924,215	-	-	2,946,919	3,871,134
Inventories	55,499	183,301	20,952	-	259,752
Total assets	<u>\$ 180,541,639</u>	<u>\$ 4,595,861</u>	<u>\$ 5,711,925</u>	<u>\$ 4,824,069</u>	<u>\$ 195,673,494</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 3,654,950	\$ 8,398	\$ 73,013	\$ 171,583	\$ 3,907,944
Accrued items and other	21,776,461	122,547	-	19,946	21,918,954
Due to other BOE funds	11,210,984	2,148,210	-	10,887	13,370,081
Due to primary government	1,079,344	22,565	-	-	1,101,909
Deferred revenues:					
Uncollected property taxes	112,289,955	-	-	-	112,289,955
Other	721,042	-	-	-	721,042
Total current liabilities	<u>150,732,736</u>	<u>2,301,720</u>	<u>73,013</u>	<u>202,416</u>	<u>153,309,885</u>
Fund Balances:					
Reserved for encumbrances	5,630,439	214,729	-	797,883	6,643,051
Reserved for inventories	55,499	183,301	20,952	-	259,752
Reserved by state statute	847,047	-	-	-	847,047
Reserved for restricted activities	-	-	2,829,044	-	2,829,044
Unreserved:					
Designated for specific purposes	4,508,169	-	-	-	4,508,169
Undesignated	18,767,749	1,896,111	2,788,916	3,823,770	27,276,546
Total fund balances	<u>29,808,903</u>	<u>2,294,141</u>	<u>5,638,912</u>	<u>4,621,653</u>	<u>42,363,609</u>
Total liabilities and fund balances	<u>\$ 180,541,639</u>	<u>\$ 4,595,861</u>	<u>\$ 5,711,925</u>	<u>\$ 4,824,069</u>	<u>\$ 195,673,494</u>

**RECONCILIATION OF THE BALANCE SHEET OF BOARD OF EDUCATION
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET ASSETS**

HAMILTON COUNTY, TENNESSEE

June 30, 2008

Differences in amounts reported for the Board of Education in the statement of net assets
on page A-17:

Fund balances - total Board of Education governmental funds	\$	42,363,609
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Amounts reported for the Board of Education in the statement of net
assets are different because:

Capital assets used in the Board of Education's governmental activities are not financial resources and, therefore, are not reported in the funds.	172,222,058
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Certain revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.	721,042
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Internal service funds are used by management to charge the costs of self-insurance programs to individual funds. The assets and liabilities of the internal service funds are included in the Board of Education in the statement of net assets.	11,900,135
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Long-term liabilities, consisting of accumulated leave and other long-term debt, are not due and payable in the current period and therefore are not reported in the funds.	<u>(14,600,865)</u>
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Net assets of the Board of Education	\$	<u><u>212,605,979</u></u>
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**COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS**

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2008

	General Purpose School	Centralized Cafeteria	School Activity	Education Capital Projects	Total Board of Education Governmental Funds
REVENUES					
Taxes	\$ 171,426,132	\$ -	\$ -	\$ -	\$ 171,426,132
Intergovernmental	146,704,777	9,876,354	-	-	156,581,131
Charges for services	5,083,534	6,141,932	14,108,216	-	25,333,682
Investment earnings	1,473,771	108,321	-	67,987	1,650,079
Miscellaneous	<u>5,016,196</u>	<u>2,668</u>	<u>-</u>	<u>-</u>	<u>5,018,864</u>
Total revenues	<u>329,704,410</u>	<u>16,129,275</u>	<u>14,108,216</u>	<u>67,987</u>	<u>360,009,888</u>
EXPENDITURES					
Current:					
Education	318,460,205	15,381,777	14,317,544	3,377,875	351,537,401
Capital outlay	<u>171,603</u>	<u>194,223</u>	<u>-</u>	<u>-</u>	<u>365,826</u>
Total expenditures	<u>318,631,808</u>	<u>15,576,000</u>	<u>14,317,544</u>	<u>3,377,875</u>	<u>351,903,227</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,072,602</u>	<u>553,275</u>	<u>(209,328)</u>	<u>(3,309,888)</u>	<u>8,106,661</u>
OTHER FINANCING SOURCES (USES)					
Transfers between BOE funds	<u>(4,000,000)</u>	<u>-</u>	<u>-</u>	<u>4,000,000</u>	<u>-</u>
Net change in fund balances	7,072,602	553,275	(209,328)	690,112	8,106,661
Fund balances, beginning	<u>22,736,301</u>	<u>1,740,866</u>	<u>5,848,240</u>	<u>3,931,541</u>	<u>34,256,948</u>
Fund balances, ending	<u>\$ 29,808,903</u>	<u>\$ 2,294,141</u>	<u>\$ 5,638,912</u>	<u>\$ 4,621,653</u>	<u>\$ 42,363,609</u>

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES OF BOARD OF EDUCATION GOVERNMENTAL
FUNDS TO THE STATEMENT OF ACTIVITIES**

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2008

Differences in amounts reported for governmental activities in the statement of activities
on pages A-18 and A-19:

Net change in fund balances - total Board of Education governmental funds	\$ 8,106,661
Amounts reported for the Board of Education in the statement of activities are different because:	
Depreciation expense on governmental capital assets are included in the governmental activities in the statement of activities	(6,663,419)
Bond payments are reported as expenditures in the Board of Education's governmental activities in the period paid.	97,500
The net effect of various transactions involving capital assets is to increase net assets	5,419,712
The loss on sale/abandonment of capital assets is not reconiginized in the Board of Education's governmental funds.	(956)
The net revenues of internal service funds are reported with governmental activities	(56,399)
Certain items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds	(861,887)
Certain governmental revenues will not be collected for several months after the fiscal year and are deferred in the governmental funds	<u>(700,809)</u>
Change in net assets of governmental activities	<u>\$ 5,340,403</u>

BUDGETARY COMPARISON SCHEDULE
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes				
Property taxes	\$ 113,248,924	\$ 113,248,924	\$ 113,585,413	\$ 336,489
Local sales tax	<u>57,087,320</u>	<u>57,087,320</u>	<u>57,840,719</u>	<u>753,399</u>
Total taxes	<u>170,336,244</u>	<u>170,336,244</u>	<u>171,426,132</u>	<u>1,089,888</u>
Intergovernmental revenues:				
State of Tennessee:				
Education	102,211,612	115,409,930	115,621,066	211,136
Food service	186,000	186,000	181,266	(4,734)
Federal funds received from State of Tennessee and other sources:				
Education	23,417,511	37,712,920	31,083,711	(6,629,209)
Food service	<u>9,276,762</u>	<u>9,276,762</u>	<u>9,695,088</u>	<u>418,326</u>
Total intergovernmental revenues	<u>135,091,885</u>	<u>162,585,612</u>	<u>156,581,131</u>	<u>(6,004,481)</u>
Charges for services:				
Education	3,912,000	4,728,372	5,083,534	355,162
Food service	<u>7,567,609</u>	<u>7,567,609</u>	<u>6,141,932</u>	<u>(1,425,677)</u>
Total charges for current services	<u>11,479,609</u>	<u>12,295,981</u>	<u>11,225,466</u>	<u>(1,070,515)</u>
Investment earnings:				
Education	1,400,000	1,400,000	1,473,771	73,771
Food service	<u>134,000</u>	<u>134,000</u>	<u>108,321</u>	<u>(25,679)</u>
Total investment earnings	<u>1,534,000</u>	<u>1,534,000</u>	<u>1,582,092</u>	<u>48,092</u>
Miscellaneous:				
Education	2,082,554	5,534,618	5,016,196	(518,422)
Food service	<u>-</u>	<u>-</u>	<u>2,668</u>	<u>2,668</u>
Total miscellaneous	<u>2,082,554</u>	<u>5,534,618</u>	<u>5,018,864</u>	<u>(515,754)</u>
Total revenues	<u>320,524,292</u>	<u>352,286,455</u>	<u>345,833,685</u>	<u>(6,452,770)</u>

(continued)

BUDGETARY COMPARISON SCHEDULE--(continued)
HAMILTON COUNTY BOARD OF EDUCATION GOVERNMENTAL FUNDS

HAMILTON COUNTY, TENNESSEE

Year ended June 30, 2008

	Original Budget	Final Budget	Actual (Non-GAAP Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES				
Current:				
Education:				
Regular instruction program	\$ 140,121,564	\$ 150,447,110	\$ 147,722,548	\$ 2,724,562
Special education program	28,642,662	29,281,014	28,979,386	301,628
Vocational education program	9,088,869	9,120,306	9,163,037	(42,731)
Attendance	1,221,521	1,329,811	1,201,229	128,582
Health services	1,783,564	2,026,430	1,779,850	246,580
Other student support	5,601,159	5,864,209	5,813,684	50,525
Regular instruction support	8,643,941	9,238,673	8,768,269	470,404
Special education support	2,898,318	2,962,179	2,907,365	54,814
Vocational education support	223,905	234,878	215,552	19,326
Board of education	5,242,403	5,639,637	5,433,901	205,736
Office of superintendent	1,093,290	1,109,325	1,052,528	56,797
Office of principal	20,627,048	21,053,299	21,176,922	(123,623)
Fiscal services	2,779,903	2,765,095	2,608,758	156,337
Operation of plant	21,122,260	22,140,748	21,713,526	427,222
Maintenance of plant	6,654,693	6,769,731	6,947,720	(177,989)
Transportation	12,664,022	12,990,176	12,786,392	203,784
Central and other	3,536,130	3,710,813	3,568,533	142,280
Community services	2,606,350	2,649,459	2,547,022	102,437
Early childhood	1,306,665	2,529,864	2,474,613	55,251
Federal programs	22,470,864	38,299,388	32,207,519	6,091,869
Other self funded projects	738,290	4,799,326	4,129,930	669,396
Education debt service	162,500	162,500	97,500	65,000
Food service	16,850,971	16,850,971	15,532,820	1,318,151
Total education	316,080,892	351,974,942	338,828,604	13,146,338
Capital outlay:				
Education	130,000	175,000	171,603	3,397
Food service	313,400	313,400	194,223	119,177
Total budgetary expenditures	316,524,292	352,463,342	339,194,430	13,268,912
OTHER FINANCING USES				
Transfers to other BOE funds	(4,000,000)	(4,000,000)	(4,000,000)	-
Net change in fund balance	-	(4,176,887)	2,639,255	6,816,142
Fund balance allocation	-	4,176,887	-	(4,176,887)
	<u>\$ -</u>	<u>\$ -</u>	2,639,255	<u>\$ 2,639,255</u>
Add encumbrances at end of year			5,845,168	
Less encumbrances at beginning of year			(858,546)	
Excess of nonbudgeted revenues and other financing sources over over nonbudgeted expenditures and other financing uses			480,784	
Net change in fund balance--(GAAP Modified Accrual Basis)			8,106,661	
Fund balances at beginning of year--(GAAP Modified Accrual Basis)			34,256,948	
Fund balances at end of year--(GAAP Modified Accrual Basis)			<u>\$ 42,363,609</u>	

STATEMENT OF NET ASSETS
HAMILTON COUNTY BOARD OF EDUCATION INTERNAL SERVICE FUND

HAMILTON COUNTY, TENNESSEE
June 30, 2008

	Board of Education Internal Service Fund
<hr/>	
CURRENT ASSETS	
Cash	\$ 4,408,417
Investments	48,241
Receivables	751,350
Due from other BOE funds	9,498,947
Prepaid items	<u>2,620,551</u>
Total current assets	<u>17,327,506</u>
CURRENT LIABILITIES	
Accounts payable	787,170
Accrued claims	<u>4,640,201</u>
Total current liabilities	<u>5,427,371</u>
NET ASSETS	
Unrestricted	<u>\$ 11,900,135</u>

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN
FUND NET ASSETS
HAMILTON COUNTY BOARD OF EDUCATION INTERNAL SERVICE FUND
HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008**

	Board of Education Internal Service Fund
	<hr/>
OPERATING REVENUES	
Charges for services	\$ 46,981,276
Other	<u>129,646</u>
Total operating revenues	<u>47,110,922</u>
OPERATING EXPENSES	
Unemployment compensation	139,579
Claims and premiums	<u>47,111,922</u>
Total operating expenses	<u>47,251,501</u>
Operating loss	<u>(140,579)</u>
NONOPERATING REVENUES	
Investment earnings	<u>84,180</u>
Change in net assets	(56,399)
Net assets, beginning	<u>11,956,534</u>
Net assets, ending	<u><u>\$ 11,900,135</u></u>

STATEMENT OF CASH FLOWS
HAMILTON COUNTY BOARD OF EDUCATION INTERNAL SERVICE FUND

HAMILTON COUNTY, TENNESSEE
Year ended June 30, 2008

	Board of Education Internal Service Fund
	<u>Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from insurance premiums	\$ 52,225,742
Cash paid for unemployment compensation	(576,406)
Cash paid for claims and premiums	<u>(47,469,398)</u>
Net cash used by operating activities	<u>4,179,938</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Interest on investments	<u>81,914</u>
Net cash provided by investing activities	<u>81,914</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	4,261,852
BEGINNING CASH AND CASH EQUIVALENTS	<u>146,565</u>
ENDING CASH AND CASH EQUIVALENTS	<u><u>\$ 4,408,417</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating loss	<u>\$ (140,579)</u>
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH USED BY OPERATING ACTIVITIES	
Change in accounts receivable	(177,112)
Change in due from other funds	5,207,752
Change in prepaid items	(1,074,209)
Change in accounts payable	115,369
Change in accrued claims	<u>248,717</u>
Total adjustments	<u>4,320,517</u>
Net cash used by operating activities	<u><u>\$ 4,179,938</u></u>

SCHEDULE OF PROPERTY TAXES RECEIVABLE

HAMILTON COUNTY, TENNESSEE

June 30, 2008

Year of Levy	Property Taxes Receivable	Allowance For Estimated Uncollectibles	Net Amount
2008 *	\$ 225,396,844	\$ 12,623,760	\$ 212,773,084
2007	10,244,672	561,408	9,683,264
2006	2,568,657	436,929	2,131,728
2005	1,031,999	367,082	664,917
2004	<u>883,914</u>	<u>666,029</u>	<u>217,885</u>
	<u>\$ 240,126,086</u>	<u>\$ 14,655,208</u>	<u>\$ 225,470,878</u>

DISTRIBUTION TO PRIMARY GOVERNMENT

County General	<u>\$ 116,139,962</u>	<u>\$ 7,047,441</u>	<u>\$ 109,092,521</u>
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DISTRIBUTION TO COMPONENT UNIT

General Purpose			
School	<u>123,986,124</u>	<u>7,607,767</u>	<u>116,378,357</u>
	<u>\$ 240,126,086</u>	<u>\$ 14,655,208</u>	<u>\$ 225,470,878</u>

* Accrual of the anticipated current year levy is required by GASB Statement No. 33.

SCHEDULE OF CERTIFICATES OF DEPOSIT BY FUND

HAMILTON COUNTY, TENNESSEE

June 30, 2008

	Maturity Date	Interest Rate	Amount
PRIMARY GOVERNMENT:			
PENSION TRUST FUND	07/17/08	2.25%	\$ 76,715
AGENCY FUNDS			
Constitutional Officers: Circuit Court Clerk	Various	Various	3,523,693
Clerk and Master	Various	Various	7,126,551
Juvenile Court Clerk	Various	Various	898,805
Total primary government			11,625,764
COMPONENT UNITS:			
GOVERNMENTAL FUNDS			
School Activity:			
First Tennessee	Various	Various	53,059
SunTrust Bank	Various	Various	81,623
Cornerstone Community Bank	09/14/08	4.68%	27,146
Chattanooga Area Schools			
Federal Credit Union	Various	Various	155,191
			317,019
PROPRIETARY FUNDS			
"911" Emergency Communication:			
First Volunteer Bank	N/A	Variable	1,020,506
First Volunteer Bank	09/26/08	4.10%	563,533
First Volunteer Bank	07/04/08	5.10%	471,099
First Volunteer Bank	11/16/08	5.00%	887,267
First Tennessee	08/05/08	3.65%	1,753,201
First Tennessee	11/16/08	2.92%	499,371
First Tennessee	12/20/08	5.45%	1,054,580
SunTrust Bank	12/01/08	5.35%	907,291
Regions Bank	09/22/08	4.44%	525,240
Regions Bank	09/14/08	2.98%	95,252
			7,777,340
Total component units			8,094,359
Total			\$ 19,720,123

SCHEDULE OF INVESTMENTS BY FUND

HAMILTON COUNTY, TENNESSEE

June 30, 2008

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
PRIMARY GOVERNMENT				
GENERAL FUND				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 65,196,015	\$ 65,196,015
Certificate of Deposit Classified as Investments		4.85%	15,000	15,000
SHERIFF				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	3,221,047	3,221,047
DEBT SERVICE				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	187,719	187,719
CAPITAL PROJECTS				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	9,311,680	9,311,680
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	29,215,390	29,215,390
Regions Investment Pool	N/A	Monthly Weighted Average	2,580,021	2,580,021
OTHER GOVERNMENTAL FUNDS				
Juvenile Court Clerk: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	428,188	428,188
Governmental Law Library: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	78,402	78,402
Hotel/Motel: Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	776,602	776,602

(continued)

SCHEDULE OF INVESTMENTS BY FUND--(continued)**HAMILTON COUNTY, TENNESSEE****June 30, 2008**

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
OTHER GOVERNMENTAL FUNDS--(continued)				
Children's Services:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 1,618,005	\$ 1,618,005
Economic Crimes:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	70,094	70,094
INTERNAL SERVICE				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	21,421,531	<u>21,421,531</u>
Total Primary Government Funds				<u>134,119,694</u>
PENSION TRUST FUND				
Domestic Corporate Bonds	Various	Various	77,292	77,292
Mutual Funds	Various	Various	1,190,557	1,190,557
Domestic Equity Securities	Various	Various	1,135,758	1,135,758
Foreign Equity Securities	Various	Various	34,276	34,276
US Government Securities	Various	Various	52,379	52,379
AGENCY FUNDS				
Constitutional Officers:				
Juvenile Court Clerk:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	24,010	24,010
Sheriff:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	215,422	<u>215,422</u>
Total Fiduciary Funds				<u>2,729,694</u>

(continued)

SCHEDULE OF INVESTMENTS BY FUND--(continued)**HAMILTON COUNTY, TENNESSEE****June 30, 2008**

	<u>MATURITY DATE</u>	<u>INTEREST RATE</u>	<u>FACE VALUE</u>	<u>BOOK VALUE</u>
COMPONENT UNITS				
GOVERNMENTAL FUNDS				
General Purpose School:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	\$ 326,419	\$ 326,419
Certificate of Deposit Classified as Investments	4/21/2009	2.50%	68,693	68,693
Centralized Cafeteria:				
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	305,890	305,890
BOE Internal Service:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	48,241	48,241
BOE Education Capital Projects:				
Hamilton County Local Investment Pool	N/A	Monthly Weighted Average	824,654	824,654
ENTERPRISE FUNDS				
"911" Emergency Communication:				
State of Tennessee Local Government Investment Pool	N/A	Monthly Weighted Average	4,582,580	<u>4,582,580</u>
Total Component Units				<u>6,156,477</u>
Total Investments				<u>\$ 143,005,865</u>

SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE, AND OTHER DEBT
HAMILTON COUNTY, TENNESSEE
June 30, 2008

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
BONDS PAYABLE			
General Improvement	5.000	11-1/5-1	05/01/97
School	5.000	11-1/5-1	05/01/97
General Improvement	4.500 4.550	8-1/2-1	03/01/98
School	4.500 4.550	8-1/2-1	03/01/98
General Improvement	4.500 4.600 4.650 4.750 4.875 5.000 5.000 5.000 5.100 5.100 5.100 5.100 5.100 5.100 5.100 5.100	8-1/2-1	03/01/98
General Improvement	5.000	11-1/5-1	11/01/00
School	5.000	11-1/5-1	11/01/00
General Improvement	4.000 4.000	10-1/4-1	10/15/02
School	4.000 4.000	10-1/4-1	10/15/02

(continued)

FUTURE MATURITY SCHEDULE	PRINCIPAL AMOUNT		
	ISSUED	RETIRED	OUTSTANDING
155,108 a year, 5/1/2008-2009	\$ 310,216	\$ 155,108	\$ 155,108
3,374,892 a year, 5/1/2008-2009	6,749,784	3,374,892	3,374,892
1,065,263 a year, 08/01/2004-2008	5,326,315	4,261,052	1,065,263
1,065,263, 08/01/2009	1,065,263	-	1,065,263
199,737 a year, 08/01/2004-2008	998,685	798,948	199,737
199,737, 08/01/2009	199,737	-	199,737
210,000, 08/01/2008	210,000	-	210,000
220,000, 08/01/2009	220,000	-	220,000
225,000, 08/01/2010	225,000	-	225,000
235,000, 08/01/2011	235,000	-	235,000
250,000, 08/01/2012	250,000	-	250,000
265,000, 08/01/2013	265,000	-	265,000
275,000, 08/01/2014	275,000	-	275,000
290,000, 08/01/2015	290,000	-	290,000
305,000, 08/01/2016	305,000	-	305,000
320,000, 08/01/2017	320,000	-	320,000
335,000, 08/01/2018	335,000	-	335,000
355,000, 08/01/2019	355,000	-	355,000
370,000, 08/01/2020	370,000	-	370,000
395,000, 08/01/2021	395,000	-	395,000
415,000, 08/01/2022	415,000	-	415,000
435,000, 08/01/2023	435,000	-	435,000
460,625, 08/01/2024	460,000	-	460,000
600,283, a year, 11/01/2002-2009	4,802,264	3,601,698	1,200,566
2,934,717, a year, 11/01/2002-2009	23,477,736	17,608,302	5,869,434
606,250, 10/1/2008	606,250	-	606,250
596,250, 10/1/2009	596,250	-	596,250
1,818,750, 10/1/2008	1,818,750	-	1,818,750
1,788,750, 10/1/2009	1,788,750	-	1,788,750

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

**HAMILTON COUNTY, TENNESSEE
June 30, 2008**

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
BONDS PAYABLE--(continued)			
General Improvement	5.000	1-1/7-1	02/10/04
	4.000		
	4.125		
School	5.000	1-1/7-1	02/10/04
	4.000		
	4.125		
Water & Wastewater Treatment Authority	5.000	1-1/7-1	02/10/04
	5.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.000		
	4.125		
	4.500		
	4.500		
	4.500		
	4.500		
	4.500		
	4.500		
	4.600		
	4.600		
	4.600		
	4.600		
	4.650		
	4.650		
	4.650		
	4.650		
	4.650		
	4.650		
	4.650		

(continued)

FUTURE MATURITY SCHEDULE	PRINCIPAL AMOUNT		
	ISSUED	RETIRED	OUTSTANDING
1,266,666 a year, 1/1/2009-2010	\$ 2,533,332	\$ -	\$ 2,533,332
1,266,667 a year, 1/1/2011-2018	10,133,336	-	10,133,336
1,266,666, 1/1/2019	1,266,666	-	1,266,666
733,334 a year, 1/1/2009-2010	1,466,668	-	1,466,668
733,333 a year, 1/1/2011-2018	5,866,664	-	5,866,664
733,334, 1/1/2019	733,334	-	733,334
215,000, 1/1/2009	215,000	-	215,000
220,000, 1/1/2010	220,000	-	220,000
220,000, 1/1/2011	220,000	-	220,000
230,000, 1/1/2012	230,000	-	230,000
235,000, 1/1/2013	235,000	-	235,000
245,000, 1/1/2014	245,000	-	245,000
255,000a year, 1/1/2015-2016	510,000	-	510,000
270,000, 1/1/2017	270,000	-	270,000
280,000, 1/1/2018	280,000	-	280,000
290,000, 1/1/2019	290,000	-	290,000
310,000, 1/1/2020	310,000	-	310,000
320,000, 1/1/2021	320,000	-	320,000
335,000, 1/1/2022	335,000	-	335,000
350,000, 1/1/2023	350,000	-	350,000
365,000, 1/1/2024	365,000	-	365,000
380,000, 1/1/2025	380,000	-	380,000
400,000, 1/1/2026	400,000	-	400,000
420,000, 1/1/2027	420,000	-	420,000
440,000, 1/1/2028	440,000	-	440,000
460,000, 1/1/2029	460,000	-	460,000
480,000, 1/1/2030	480,000	-	480,000
505,000, 1/1/2031	505,000	-	505,000
530,000, 1/1/2032	530,000	-	530,000
555,000, 1/1/2033	555,000	-	555,000
580,000, 1/1/2034	580,000	-	580,000

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

**HAMILTON COUNTY, TENNESSEE
June 30, 2008**

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
BONDS PAYABLE--(continued)			
General Improvement	4.000	6-30/1-1	04/08/08
	4.000		
	5.000		
	3.500		
	3.750		
	5.000		
	4.250		
	4.375		
School	4.000	6-30/1-1	04/08/08
	4.000		
	5.000		
	3.500		
	3.750		
	5.000		
	4.250		
	4.375		
General Improvement	4.000	6-30/1-1	04/08/08
	5.000		
	5.000		
	4.000		
	3.250		
	3.250		
	4.000		
School	4.000	6-30/1-1	04/08/08
	5.000		
	5.000		
	4.000		
	3.250		
	3.250		
	4.000		

(continued)

FUTURE MATURITY SCHEDULE	PRINCIPAL AMOUNT		
	ISSUED	RETIRED	OUTSTANDING
2,201,134, 06/30/2009	\$ 2,201,134	\$ -	\$ 2,201,134
2,199,433, 06/30/2010	2,199,433	-	2,199,433
2,201,134 a year, 06/30/2011-2014	8,804,536	-	8,804,536
2,199,433, 06/30/2015	2,199,433	-	2,199,433
2,199,433, 06/30/2016	2,199,433	-	2,199,433
2,199,433 a year, 06/30/2017-2020	8,797,732	-	8,797,732
2,199,433 a year, 06/30/2021-2022	4,398,866	-	4,398,866
2,199,433, 06/30/2023	2,199,433	-	2,199,433
4,268,866, 06/30/2009	4,268,866	-	4,268,866
4,265,567, 06/30/2010	4,265,567	-	4,265,567
4,268,866 a year, 06/30/2011-2014	17,075,464	-	17,075,464
4,265,567, 06/30/2015	4,265,567	-	4,265,567
4,265,567, 06/30/2016	4,265,567	-	4,265,567
4,265,567 a year, 06/30/2017-2020	17,062,268	-	17,062,268
4,265,567 a year, 06/30/2021-2022	8,531,134	-	8,531,134
4,265,567, 06/30/2023	4,265,567	-	4,265,567
825,803, 06/30/2010	825,803	-	825,803
1,906,917, 06/30/2011	1,906,917	-	1,906,917
1,908,046, 06/30/2012	1,908,046	-	1,908,046
1,085,632, 06/30/2013	1,085,632	-	1,085,632
1,070,946, 06/30/2014	1,070,946	-	1,070,946
767,060, 06/30/2015	767,060	-	767,060
753,503, 06/30/2016	753,503	-	753,503
2,829,197, 06/30/2010	2,829,197	-	2,829,197
6,533,083, 06/30/2011	6,533,083	-	6,533,083
6,536,954, 06/30/2012	6,536,954	-	6,536,954
3,719,368, 06/30/2013	3,719,368	-	3,719,368
3,669,054, 06/30/2014	3,669,054	-	3,669,054
2,627,940, 06/30/2015	2,627,940	-	2,627,940
2,581,497, 06/30/2016	2,581,497	-	2,581,497
			<u>188,260,000</u>

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

**HAMILTON COUNTY, TENNESSEE
June 30, 2008**

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
TENNESSEE COUNTY LOAN POOL			
Notes, Series 1996	Variable	Monthly	Various
Notes, Series 1999	Variable	Monthly	Various
Qualified Zone Academy Bonds, Series 2003	None	-	Various
Commercial Paper/Bond Anticipation Notes	Variable	Monthly	Various

*Under the terms of the Commercial Paper agreements, all Commercial Paper reaching maturity is refinanced through the issuance of replacement short-term Commercial Paper debt.

(continued)

FUTURE MATURITY SCHEDULE	PRINCIPAL AMOUNT		
	ISSUED	RETIRED	OUTSTANDING
806,000, 05/25/2009	\$ 806,000	\$ -	\$ 806,000
850,300, 05/25/2010	6,325,000	-	850,300
897,100, 05/25/2011	897,100	-	<u>897,100</u>
			<u>2,553,400</u>
673,000, 05/25/2009	673,000	-	673,000
700,000, 05/25/2010	700,000	-	700,000
728,000, 05/25/2011	728,000	-	728,000
757,000, 05/25/2012	757,000	-	757,000
788,000, 05/25/2013	788,000	-	788,000
819,000, 05/25/2014	819,000	-	<u>819,000</u>
			<u>4,465,000</u>
Annual payment, 12/23/2004-2018 of 90,733	1,361,000	362,932	<u>998,068</u>
25,000,000*	25,000,000	-	<u>25,000,000</u>

**SCHEDULE OF BONDS, CERTIFICATES AND NOTES PAYABLE,
AND OTHER DEBT--(continued)**

HAMILTON COUNTY, TENNESSEE

June 30, 2008

NAME OF ISSUE	INTEREST		DATE OF ISSUE
	RATES	DATES	
OTHER DEBT OBLIGATIONS			
Agreement between the County & City of Chattanooga regarding Finley Stadium	4.000	9-1/3-1	3/1/2002
	5.000		
	5.380		
	5.380		
	5.380		
	5.000		
	4.380		
	4.500		
Agreement between the County & Corrections Corporation of America	Variable	Monthly	11/1/1998
Agreement between the County & the City of East Ridge regarding Camp Jordan Park	Various	Monthly	5/24/1989

FUTURE MATURITY SCHEDULE	PRINCIPAL AMOUNT		
	ISSUED	RETIRED	OUTSTANDING
332,500, 9/1/2008	\$ 332,500	\$ -	\$ 332,500
347,500, 9/1/2009	347,500	-	347,500
362,500, 9/1/2010	362,500	-	362,500
385,000, 9/1/2011	385,000	-	385,000
402,500, 9/1/2012	402,500	-	402,500
422,500, 9/1/2013	422,500	-	422,500
427,500, 9/1/2014	427,500	-	427,500
445,000, 9/1/2015	445,000	-	<u>445,000</u>
			<u>3,125,000</u>
267,005, 12/7/2008	267,005	-	267,005
267,005, 12/7/2009	267,005	-	267,005
267,005, 12/7/2010	267,005	-	267,005
267,736, 12/7/2011	267,736	-	267,736
267,005, 12/7/2012	267,005	-	267,005
81,978, 12/7/2013	81,978	-	<u>81,978</u>
			<u>1,417,734</u>
90,000, 12/25/2008	90,000	-	<u>90,000</u>
			<u>\$ 225,909,202</u>

DEBT SERVICE REQUIREMENTS TO MATURITY

HAMILTON COUNTY, TENNESSEE

June 30, 2008

Year Ended June 30	Combined Totals	GENERAL OBLIGATION BONDS		
		Bond Principal	Interest	Total
2009	\$ 55,028,402	\$ 19,650,000	\$ 7,900,166	\$ 27,550,166
2010	29,478,975	19,745,000	7,292,852	27,037,852
2011	26,315,997	17,355,000	6,464,007	23,819,007
2012	24,614,551	17,380,000	5,618,770	22,998,770
2013	20,281,986	13,760,000	4,887,170	18,647,170
2014	19,479,956	13,720,000	4,288,426	18,008,426
2015	16,667,042	12,390,000	3,729,432	16,119,432
2016	16,167,710	12,345,000	3,276,964	15,621,964
2017	11,993,332	9,040,000	2,862,599	11,902,599
2018	11,588,344	9,065,000	2,432,611	11,497,611
2019	11,182,197	9,090,000	2,001,459	11,091,459
2020	8,696,151	7,130,000	1,566,151	8,696,151
2021	8,365,464	7,155,000	1,210,464	8,365,464
2022	8,096,794	7,195,000	901,794	8,096,794
2023	7,821,301	7,230,000	591,301	7,821,301
2024	1,071,032	800,000	271,032	1,071,032
2025	1,071,785	840,000	231,785	1,071,785
2026	602,575	400,000	202,575	602,575
2027	604,175	420,000	184,175	604,175
2028	604,855	440,000	164,855	604,855
2029	604,615	460,000	144,615	604,615
2030	603,225	480,000	123,225	603,225
2031	605,905	505,000	100,905	605,905
2032	607,422	530,000	77,422	607,422
2033	607,777	555,000	52,777	607,777
2034	606,970	580,000	26,970	606,970
	<u>\$ 283,368,538</u>	<u>\$ 188,260,000</u>	<u>\$ 56,604,502</u>	<u>\$ 244,864,502</u>

[illegible]